

STATE RISK MANAGEMENT FUND
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2003

	August-03				July-03				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Policy	Month	Market Value	Allocation	Policy	Month	FYTD	FY03	Ended	Ended
				Net ROR				Net ROR	Net	Net	6/30/2003	6/30/2003
											Net	Net
LARGE CAP DOMESTIC EQUITY												
Structured Growth												
Los Angeles Capital	44,935	2.5%	2.3%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	0	0.0%	0.0%	N/A	43,572	2.4%	2.3%	3.53%	N/A	-1.88%	-21.24%	-6.07%
Total Structured Growth	44,935	2.5%	2.3%	3.11%	43,572	2.4%	2.3%	3.53%	6.74%	-1.88%	-21.24%	-6.07%
Russell 1000 Growth				2.49%				2.49%	5.04%	2.94%	-21.54%	-5.03%
Structured Value												
LSV	42,533	2.3%	2.3%	3.26%	41,217	2.2%	2.3%	1.53%	4.85%	-2.25%	8.84%	3.73%
Russell 1000 Value				1.56%				1.49%	3.07%	-1.02%	-0.19%	1.05%
S&P 500 Index												
State Street	202,365	11.1%	10.5%	1.95%	198,499	10.8%	10.5%	1.77%	3.75%	0.23%	-11.28%	-1.69%
S&P 500				1.95%				1.76%	3.74%	0.25%	-11.20%	-1.62%
TOTAL LARGE CAP DOMESTIC EQUITY	289,834	15.9%	15.0%	2.32%	326,860	17.7%	15.0%	2.00%	4.36%	-0.48%	-9.33%	-1.90%
S&P 500				1.95%				1.76%	3.74%	0.25%	-11.20%	-1.62%
SMALL CAP DOMESTIC EQUITY												
Manager-of-Managers												
SEI	104,660	5.7%	5.0%	4.83%	99,812	5.4%	5.0%	6.11%	11.24%	0.09%	N/A	N/A
Russell 2000 + 200bp				4.75%				6.43%	11.48%	0.36%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	104,660	5.7%	5.0%	4.83%	99,812	5.4%	5.0%	6.11%	11.24%	0.09%	-3.49%	1.64%
Russell 2000				4.58%				6.26%	11.13%	-1.63%	-3.30%	0.97%
CONVERTIBLES												
TCW	187,409	10.3%	10.0%	0.67%	185,685	10.1%	10.0%	1.23%	1.90%	10.23%	-9.51%	3.90%
First Boston Convertible Index				1.64%				0.45%	2.10%	15.46%	-3.77%	5.29%
DOMESTIC FIXED INCOME												
Core Bond												
Western Asset	439,716	24.1%	25.0%	1.41%	434,163	23.6%	25.0%	-4.77%	-3.42%	12.77%	11.23%	8.12%
Lehman Aggregate				0.66%				-3.36%	-2.72%	10.39%	10.07%	7.54%
Index												
Bank of ND	242,403	13.3%	15.0%	0.60%	240,957	13.1%	15.0%	-4.02%	-3.45%	13.26%	10.87%	7.78%
Lehman Gov/Credit				0.66%				-4.19%	-3.56%	13.14%	10.82%	7.83%
BBB Average Quality												
Strong	190,067	10.4%	10.0%	0.99%	187,560	10.2%	10.0%	-4.61%	-3.67%	17.91%	N/A	N/A
Lehman US Credit BAA				0.98%				-4.49%	-3.55%	18.33%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	872,187	47.9%	50.0%	1.09%	862,679	46.8%	50.0%	-4.53%	-3.48%	13.18%	10.80%	7.81%
Lehman Gov/Credit				0.66%				-4.19%	-3.56%	13.14%	10.82%	7.83%
CASH EQUIVALENTS												
Bank of ND	368,364	20.2%	20.0%	0.10%	368,039	20.0%	20.0%	0.09%	0.19%	1.57%	3.26%	4.15%
90 Day T-Bill				0.08%				0.07%	0.15%	1.52%	3.33%	4.08%
TOTAL RISK MANAGEMENT FUND	1,822,454	100.0%	100.0%	1.27%	1,843,076	100.0%	100.0%	-1.50%	-0.24%	8.86%	2.05%	2.58%
POLICY TARGET BENCHMARK				1.03%				-1.46%	-0.44%	8.72%	3.08%	3.77%

NOTE: Monthly returns and market values are preliminary and subject to change.